GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:1679
ANSWERED ON:10.12.2004
SICK INDUSTRIAL COMPANIES ACT
Vijay Krishna Shri

Will the Minister of FINANCE be pleased to state:

(a) whether the Government enacted Sick Industrial Companies (Special Provisions) Act, 1985 (S1CA) and established the board for Industrial and Financial Reconstruction (BIFR);

(b) if so, the aims and objectives of the Act and Board framed/constituted; and

(c) the extent to which the objectives of the said Act and Board have been achieved so far?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI S.S. PALANEMANICKAM)

(a):- Yes, Sir.

(b):- The aims and objectives of the Act and BIFR was to secure the timely detection of sick and potentially sick companies owning industrial undertakings, the speedy determination by a Board of experts of the preventive, ameliorative, remedial and other measures which need to be taken with respect to such companies and the expeditious enforcement of the measures so determined and for matters connected therewith or incidental thereto.

(c) The objectives of the said Act and Board have been achieved only to a limited extent.